

REPORT

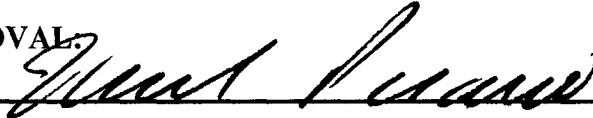
DATE: November 4, 2004

TO: Administration Committee

FROM: Zahi Faranesh, Manager /Special Projects and Coordination/Planning and Policy
(213) 236-1819/ Faranesh@scag.ca.gov

RE: FY 2004-05 Overall Work Program (OWP) Amendment 2

EXECUTIVE DIRECTORS APPROVAL



RECOMMENDED ACTION: Approve OWP Amendment 2

SUMMARY:

SCAG has recently received approval of the record of expenditures (ROE) which provided us the amount of CPG funding that is available for carryover funding. Management has preformed a review of the program and determined the current needs for the region.

Additional funds have been allocated for new SCAG consultant work and to fully fund existing contracts. SCAG staff projects had funding reallocated where needed without changing the total staff budget. Subregional funds have been added for new projects and to fulfill commitments made in July. Adjustments of the carryover estimates that were included in the original OWP were also made to projects funded with CPG and special grants.

STAFF RECOMMENDATION:

Approve the Overall Work Program Amendment 2.

FISCAL IMPACT:

Approval of Amendment 2 will increase the FY 2004-05 OWP a total of \$1,279,609 including match. These funds are available to SCAG through carryover of funds from current and previous year's CPG allocation.

RESOLUTION NO. 04-456-1

**RESOLUTION OF THE SOUTHERN CALIFORNIA ASSOCIATION OF
GOVERNMENTS TO APPROVE AND ADOPT AMENDMENT NUMBER 2 TO
THE FISCAL YEAR 2004-2005 OVERALL WORK PROGRAM (OWP)**

WHEREAS, the Southern California Association of Governments (SCAG) is the Metropolitan Planning Organization (MPO) for six counties: Los Angeles, Orange, San Bernardino, Riverside, Ventura and Imperial;

WHEREAS, in conjunction with the Overall Work Program Agreement and Master Fund Transfer Agreement, the Overall Work Program (OWP) constitutes the annual funding contract between the State of California Department of Transportation (Caltrans) and SCAG for Consolidated Planning Grant (CPG) funding;

WHEREAS, the OWP is the basis for SCAG's annual activities and budget;

WHEREAS, SCAG has prepared Amendment No. 2 to the OWP for Fiscal Year (FY) 2004-05 which was reviewed by member agencies and SCAG committees; and,

WHEREAS, 23 CFR 450.334 requires that the designated MPO certify that the transportation planning process is addressing the major issues in the metropolitan area and is being conducted in accordance with all applicable requirements.

NOW, THEREFORE, BE IT RESOLVED by the Regional Council of the Southern California Association of Governments, that SCAG does hereby approve and adopt Amendment No. 2 to the OWP for FY 2004-2005 and certifies that its planning process will be implemented through the OWP as amended, in accordance with:

1. 23 U.S.C. §134, 49 U.S.C §§5303 through 5306;
2. Sections 174 and 176(c) and (d) of the Clean Air Act as amended, 42 U.S.C. §§7504, 7506(c) and (d);
3. Title VI of the Civil Rights Act of 1964 and the Title VI Assurance executed by California under 23 U.S.C. §324 and 29 U.S.C. §794;
4. Section 1101(b) of the Transportation Equity Act for the 21st Century (Pub. L. 105-178, 112 Stat. 107) and any successor thereto, regarding the involvement of disadvantaged business enterprises in FHWA and FTA funded projects (49 C.F.R part 26); and,
5. The Americans with Disabilities Act of 1990 (42 U.S.C. §12101) and the United States Department of Transportation implementing regulations (49 C.F.R. §§27, 37, and 38).

BE IT FURTHER RESOLVED:

1. That SCAG hereby authorizes submittal of its adopted Amendment No. 2 to the OWP for FY 2004-05, to the various participating State and Federal agencies;

2. That SCAG pledges to pay or secure in cash or services, or both, the matching funds necessary for financial assistance;
3. That the SCAG Executive Director, or in his absence, the Deputy Executive Director, is hereby designated and authorized to submit Amendment No. 2 to the OWP for FY 2004-05, and to execute all related agreements on behalf of the Regional Council, to implement purposes of this Resolution;
4. That the SCAG Executive Director, or in his absence, the Deputy Executive Director, is hereby authorized to make and submit to funding agencies, the necessary work program and budget modifications to the OWP for FY 2004-05, as amended, based upon actual available funds, and to draw funds as necessary on a letter of credit or other requisition basis;
5. That the Executive Director, or in his absence, the Executive Director, is hereby authorized to make administrative amendments to the OWP for FY 2004-05, as amended, such as changing work elements or correcting errata.

APPROVED AND ADOPTED by a unanimous vote of the Regional Council of the Southern California Association of Governments at a regular meeting this ____ day of _____, 2004.

Ron Roberts
President, SCAG
City of Temecula

Mark Pisano
Executive Director

Attest:

Karen Tachiki
SCAG Chief Legal Counsel

Amendment Breakdown

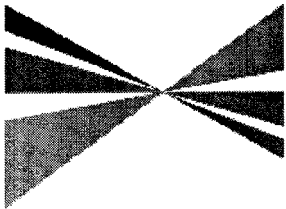
<u>Category</u>	<u>Additional Budget*</u>
SCAG Consultant	825,896
Subregional Staff	257,781
Subregional Consultant	216,735
Special Grants	<u>-20,803</u>
Total Amendment Funds	\$1,279,609

*includes match

SCAG
FISCAL YEAR 2004-2005
OVERALL WORK PROGRAM
AMENDMENT 2

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SOUTHERN CALIFORNIA



ASSOCIATION of
GOVERNMENTS

November 4, 2004

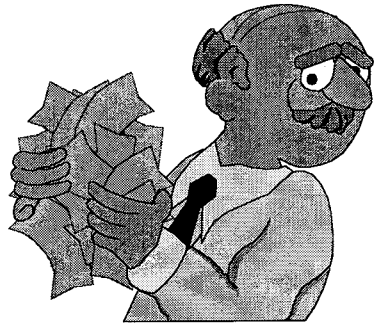
OWP Overview

☛ Current OWP

- Funded work to be finished from last year
- New work

☛ Amendment

- Revise work scopes and schedules
- Add limited new work, fully fund existing work
- Based on FY 2003-04 Statement of Expenditures, and previously unprogrammed funds, SCAG has \$2,280,290 CPG funding available

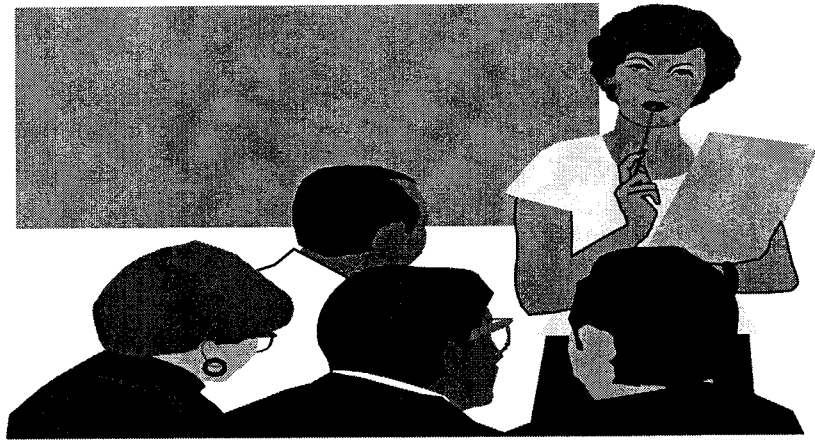


OWP Amendment 2

Funding Recommendations

- ☛ Adjustments to reflect actual contract balances
- ☛ Adjustments to staff allocations between various work elements
- ☛ New SCAG and subregional projects
- ☛ Only program funds we can spend in order to maximize funding available July 1
- ☛ Text changes to clarify information and schedules

Staff Review



- ☛ Call for projects was made to the subregions
- ☛ SCAG discussed the Amendment with the subregions at the August 26 & September 23 coordinators meetings
- ☛ SCAG staff discussed the proposed changes with Caltrans
- ☛ SCAG staff reviewed expenditures and progress to date of all projects

FY 2004 - 2005 Work Elements

<u>CPG</u>	<u>BUDGET*</u>	<u>AMENDMENT*</u>
☛System Planning	\$919,148	\$955,093
☛Transportation Finance	388,474	511,355
☛Environmental Planning	995,565	1,109,262
☛Air Quality & Conformity	1,202,455	1,001,854
☛RTIP	844,360	844,360
☛Regional Comprehensive Plan	706,634	671,604
☛Data	1,982,181	2,137,181
☛GIS	1,118,676	1,158,676
☛Growth Visioning	2,237,349	2,521,624
☛Regional Forecasting	1,270,678	1,224,641

* Includes Match

FY 2004 - 2005 Work Elements

<u>CPG cont.</u>	<u>BUDGET*</u>	<u>AMENDMENT*</u>
☛Corridor Planning	\$679,264	\$618,883
☛Modeling	3,061,070	3,416,070
☛Monitoring	636,552	726,552
☛Public Information	1,268,098	1,504,867
☛ITS	66,491	66,491
☛Security	182,184	182,184
☛OWP Development	1,535,922	1,494,816
☛Goods Movement	1,167,914	1,417,914
☛Transit	<u>471,329</u>	<u>471,329</u>
Subtotal:	\$20,734,344	\$22,034,756

* Includes Match

FY 2004 - 2005 Work Elements

5313B

BUDGET*

AMENDMENT*

☛ Transit Security	\$7,523	\$7,523
☛ Inter Regional Rail Study	338,500	338,500
☛ Partner Transit Health Services	134,850	157,124
☛ Transit Security Management Training	56,479	56,479
☛ Ontario International Ground Access	212,500	145,714
☛ LADOT Training	41,000	41,000
☛ Chino-Ontario Transportation Plan	80,666	105,782
☛ Transit Village Plan-Palmdale	57,211	56,495
☛ Internship/Training Transit Planning	<u>56,478</u>	<u>0</u>
Subtotal:	\$985,287	\$908,617

* Includes Match

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FY 2004 - 2005 Work Elements

<u>OTHER FEDERAL</u>	<u>BUDGET*</u>	<u>AMENDMENT*</u>
Aviation	\$2,325,367	\$2,456,203
I-15 Corridor Study	625,000	642,028
MAGLEV	3,490,850	3,461,027
ITS	<u>3,304,303</u>	<u>3,247,240</u>
Subtotal:	\$9,745,520	\$9,806,498
 <u>SP&R</u>		
CETAP	Subtotal: \$375,000	\$375,000
 <u>STATE</u>		
Regional Energy Efficiency	\$15,000	\$6,568
Bike & Ped Safety	80,000	80,000
Watershed Planning	<u>71,060</u>	<u>74,301</u>
Subtotal:	\$166,060	160,869
Grand Total:	\$32,006,131	\$33,285,740

* Includes Match

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FY 05-06 BUDGET BRIEFING

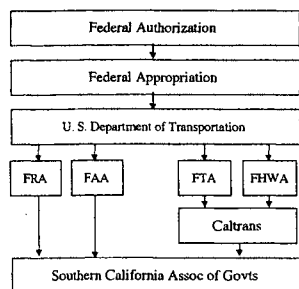
FY 05-06 Budget Briefing

November 4, 2004

Overview

- ☐ Flow of Funds
- ☐ OWP
 - Sources
 - Uses
- ☐ General Fund
- ☐ Calendar

Flow of Funds



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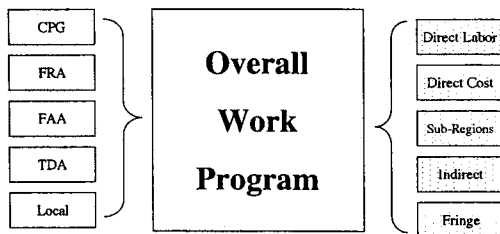
Two budget components

- ☐ Overall Work Program
- ☐ General Fund

Overall Work Program (OWP)

- ☐ What is the OWP?
 - A plan of projects
 - ☐ Required programs
 - ☐ Priority areas
 - ☐ Meet SCAG's federal and state requirements

Revenues and Costs



Discussion of major fund sources

- ☐ FHWA
- ☐ FTA
- ☐ FRA
- ☐ FAA
- ☐ TDA
- ☐ Local (hard & soft match)

Federal Highway Administration

- ☐ FHWA
 - Also known as 'PL' funds
 - To be used for Transportation Plans and Transportation Improvement Programs
 - Allocated to MPOs by a state formula
 - We get about \$12m, or 37% of state total

Federal Transit Administration

- ☐ FTA
 - Also known as '5303' funds
 - To be used for Transportation Plans and Programs
 - Allocated to MPOs via a base allocation plus a percentage of population
 - We get about \$5.5m, or 15% of state total
 - 5313(b) program is NOT formula driven

Federal Railroad Administration

☐ FRA

- Funds the 'MagLev' budget
- Objective is to demonstrate high speed maglev technology in commercial service
- Program began in 1998
- Congress allocated \$218B for six years
- In FY 04-05 2.5M is budgeted

Federal Aviation Administration

☐ FAA

- Used to fund 'Regional aviation planning'
- Not necessarily awarded every year
- We are currently funding three projects
- In FY 04-50 \$2.1M of FAA is budgeted

Transportation Development Act

☐ TDA

- Allocated to SCAG via California law
 - ☐ Cal Pub Util Code 99233.2
- Our four Transportation Commissions allocate \$1,000,000 to SCAG per the law
- Amount has not changed since 1979
- Used primarily as local match for SCAG's federal funds

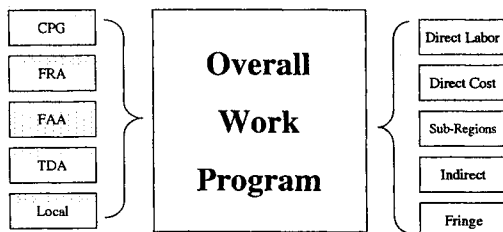
Local (match)

- ☐ All grants require a local match
- ☐ Matching requirement varies from 10% (FAA) to 50% (MagLev)
- ☐ Total match in FY 04-05 OWP is:
\$4,539,000
- ☐ There are two types of match

Local (match)

- | | |
|---|---|
| <input type="checkbox"/> Hard Match <ul style="list-style-type: none">■ Each Federal grant requires some local match■ TDA is largest source for SCAG projects■ Some partners provide their own local funds to meet matching requirements | <input type="checkbox"/> Soft Match <ul style="list-style-type: none">■ Grants allow matching via local funds spent on similar, but not same, projects■ We use this technique to match SCAG's staff expenses■ Accounts for \$3m in current OWP |
|---|---|

Revenues and Costs



RC's Priority Matrix

Priority Matrix

Initiative	Cost	Capital	Completion	Time Quality	Alt. Quality	Reliability	Flexibility	Speed	Impact	Value	Strategic
100 Accelerated + 100 Accelerated + 100 Accelerated					X						
100 Accelerated + 100 Accelerated + 100 Accelerated		X	X	X	X						
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Turning priorities into products

Priority Matrix

Initiative	Cost	Capital	Completion	Time Quality	Alt. Quality	Reliability	Flexibility	Speed	Impact	Value	Strategic
100 Accelerated					X						
100 Accelerated		X	X	X	X						
100 Accelerated											
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Indirect Cost budget (IC)

- What is the Indirect Cost budget?
 - Pays for activities not project specific
 - Operations, Admin, HR, Legal, Finance, Contracts
 - How does the IC get funded
 - A rate, approved by Caltrans, is applied to all OWP & GF salaries & fringe benefits
 - E.G. for every \$1,000 of direct salaries and fringe benefits, the IC gets \$1,120 (112%)

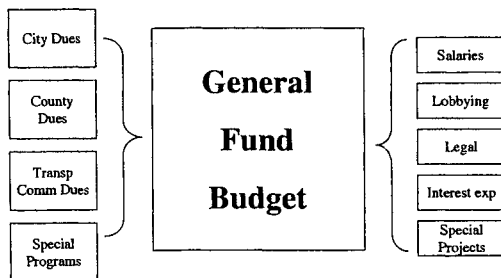
Fringe Benefit Budget (FB)

- What is the Fringe Benefit budget?
 - Pays for all leave costs
 - Vacation, sick leave, holidays
 - Pays for all fringe benefits
 - Health Ins, retirement, other employee benefits
 - How does the FB get funded
 - A rate is applied to all OWP, GF and IC permanent salaries
 - E.G. for every \$1,000 of salaries, the FB gets \$580 (58%)

General Fund Budget (GF)

- What is the General Fund budget?
 - Paid for by member dues
 - Pays for activities desired by the RC but not eligible for grant funding
 - Lobbying, certain legal expense, etc
 - Pays for RC special projects
 - Mag Lev travel, General Assembly

Revenues and Costs



Budget Calendar		
November	December	January
Budget Briefing		
February	March	April
Approve draft budget	Submit OWP portion of budget to Caltrans	Intermodal Planning Group (IPG) meetings
May	June	July
Approve final budget		Start new fiscal year!

FY 05-06 Budget Briefing

The End
